

**GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT**

ESTABLISHMENT – SOCIAL WELFARE DEPARTMENT – LOANS & ADVANCES –  
Sri M.Raju, Asst. Section Officer, Social Welfare Department – House Building  
Advance of Rs.6,00,000/- for construction of a new house – Sanctioned –  
Orders – Issued.

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**SOCIAL WELFARE (OP.I) DEPARTMENT**

**G.O.Ms.No. 59**

**DATED 30-07-2010.**

Read the following:-

1. G.O.Rt.No.2709, Finance (A&L) Department, dated 31.05.2010.
2. Govt.Memo.No.4255/OP.A2/2010, S.W.(OP.I.A2) Dept., dated 16.06.2010 / 27.07.2010.
3. From Sri M.Raju, Asst. Section Officer, Social Welfare Department, application dated 16.06.2010.

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ORDER:-

Under Article-226 & 233-A of the A.P.F.C. Vol.I and in pursuance of the orders issued in the Govt. Memo. 2<sup>nd</sup> read above, the Government of A.P., sanction House Building Advance of Rs.6,00,000/- (Rupees six lakhs only) to Sri M.Raju, Assistant Section Officer, Social Welfare Department under the terms and conditions laid down in G.O.Ms.No.368, Finance & Planning Department, dated 02-03-1958 and subsequent orders if any.

2. The disbursement of the amount shall be made in three installments as indicated below:-

- i. The first installment of Rs.2,00,000/- (Rupees two lakhs only) to be paid to the grantee. He shall execute an agreement in prescribed form (Form-IV) the mortgage bond, mortgaging the land in favour of the Government purchased by him along with the house to be built thereon duly registered for the full total amount of Rs.6,00,000/- is herewith released so as to enable the loanee to draw the amount.
- ii. The second installment of an amount of Rs.2,00,000/- (Rupees two lakhs only) will be payable after submission of Mortgage Deed, Sale Deed, Approved Plan and Estimates.
- iii. The third installment of Rs.2,00,000/- will be payable when the construction reaches roof level and the Secretary to Government if satisfied that the development on the area in which the house is newly built is complete in respect of amenities, such as water supply, lighting, roads, drainage and sewerage.

3. The grant of advance is also subject to the following conditions:-

- i) That the construction of the house shall:-
  - a) be carried out strictly in accordance with the approved plan and specifications on the basis of which the amount of advance has been committed and sanctioned. The plan and specifications must not be deviated without the prior concurrence of the Government and that the grantee shall certify. When applying for installment of advance admissible as the lintel/roof level and that constructions is being carried out strictly in accordance with the plan and estimate furnished by him to the Government that the constructions has actually reached roof level and that the amount already drawn as actually been used on the construction of the house. The Government may if necessary arrange to have inspecting to satisfy themselves of the certificates.

b) be completed within 18 months of the date on which first installment of the advance is paid by the grantee failing to do so will render the grantee liable to refund the entire amount advanced to him (together with interest thereon) in one lumpsum. The date of completion must be reported to Government without delay.

ii) Immediately on completion of the construction of house, the grantee shall insure the house at his own cost for a sum not less than the amount of advance and shall keep it so insured against damages by fire, flood, cyclone or lightening, year after year for a sum not less than the balance amount of the loan and interest outstanding as on the date of insurance till the advance is fully repaid to the Government and deposit the policy with the Government and

iii) The house must be maintained in good conditions, minor repairs, any may be done at his own cost and the grantee shall continue to pay all Municipal and Local taxes regularly until the advance has been repaid in full. He shall also keep it free from all encumbrances.

4. The loanee has desire to repay the amount in shorter period, Government direct that the advance (principal should be recovered from the pay of the granted in 150 monthly installments at the rate of Rs.4,000/- per month each commencing from the month of February, 2012 or from the month following completion of the house whichever is earlier, till the date of the retirement of the individual. The advance carries interest at the rate of 5.5% p.a. and will be recovered in 24 monthly installments. The rate of interest has been fixed provisionally and will be subject to revision from time to time, if required. The balance of advance with interest remaining unpaid on the date of retirement or death proceeding retirement should be recovered from the whole or any specified part of gratuity that may be sanctioned to him. It will be open to the grantee to repay the amount in shorter period if he so desires.

5. In case the grantee does not repay the balance of the advance due to Government on or before the date of retirement if shall be open to Government to enforce the security of the mortgage at any time thereafter and recover the balance of the advances, due, together with the interest and cost of recovery, by sale of the house or in such other manner as may be permissible under the law. The recovery of advance shall be affected through the monthly pay/leave salary, bills of the grantee. If the grantee ceases to be in service for any reason other than the normal retirement/superannuation and if he dies before the repayment of the advance in full. The entire outstanding amount of advance shall become payable to the Government forthwith. Failure on the part of the grantee or his successor in interest to repay the advance for any reason whatsoever will entitle the Government to enforce the mortgage or to take such their action as may be permissible under law. The property mortgaged to Government shall be reconveyed to the grantee (or his successors in interest as the case may be after the advance together with interest thereon has been repaid to the Government in full.

6. The individual who is now sanctioned the advance for House Building purpose has no house in his name and in the name of his wife or minor children.

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7. The amount sanctioned towards the first installment referred to para-2 (i) shall be met from the amount allotted to this Department in reference first and second read above and shall be debited to the Head of Account "7610 – Loans to Government Servants, M.H.201 House Building Advance – S.H. (05) Loans to Other Officers. 001 Loans to other Officers".

8. This order does not require the concurrence of Finance Department as per rules and orders in force on the subject.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**SHALINI**  
**Deputy Secretary to Government**

To  
Sri M.Raju, Assistant Section Officer.  
The Dy. PAO, Sectt.Br., Hyderabad.  
The Social Welfare (Claims) Department.  
Copy to:-The Accountant General, A.P. Hyderabad.  
SF/SCs.

// Forwarded:: By Order //

**SECTION OFFICER**